

**TOWNE BANK**

	CPP Disbursement Date 02/06/2009	Cert 35095	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$3,606	\$3,871	7.3%		
Loans	\$2,638	\$2,796	6.0%		
Construction & development	\$663	\$657	-0.8%		
Closed-end 1-4 family residential	\$440	\$487	10.7%		
Home equity	\$270	\$292	8.2%		
Credit card	\$0	\$0			
Other consumer	\$31	\$24	-21.7%		
Commercial & Industrial	\$306	\$310	1.1%		
Commercial real estate	\$861	\$944	9.7%		
Unused commitments	\$1,336	\$780	-41.6%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$213	\$287	34.6%		
Asset-backed securities	\$0	\$0			
Other securities	\$395	\$284	-28.0%		
Cash & balances due	\$65	\$150	132.5%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$202	\$237	17.5%		
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$178	\$312	75.1%		
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$3,142	\$3,372	7.3%		
Deposits	\$2,577	\$2,970	15.3%		
Total other borrowings	\$475	\$345	-27.4%		
FHLB advances	\$454	\$331	-27.1%		
Equity					
Equity capital at quarter end	\$458	\$492	7.6%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$35	\$20	NA		
Performance Ratios					
Tier 1 leverage ratio	10.5%	10.6%	--		
Tier 1 risk based capital ratio	12.2%	12.1%	--		
Total risk based capital ratio	15.1%	13.7%	--		
Return on equity <sup>1</sup>	6.0%	6.4%	--		
Return on assets <sup>1</sup>	0.7%	0.8%	--		
Net interest margin <sup>1</sup>	3.5%	4.0%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	77.1%	66.2%	--		
Loss provision to net charge-offs (qtr)	4873.2%	203.8%	--		
Net charge-offs to average loans and leases <sup>1</sup>	0.0%	0.4%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	4.6%	6.7%	0.0%	0.3%	--
Closed-end 1-4 family residential	0.2%	0.8%	0.0%	0.1%	--
Home equity	0.2%	0.6%	0.0%	0.1%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.3%	2.0%	0.2%	-0.1%	--
Commercial & Industrial	0.2%	0.2%	0.0%	0.0%	--
Commercial real estate	1.3%	0.7%	0.0%	0.0%	--
Total loans	1.7%	2.1%	0.0%	0.1%	--